

## General Assembly

## Raised Bill No. 1045

January Session, 2009

LCO No. 3885

\*03885\_\_\_\_\_PH\_\*

Referred to Committee on Public Health

Introduced by: (PH)

## AN ACT CONCERNING RESPONSIBILITY FOR HOSPITAL "NEVER" EVENTS.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

- 1 Section 1. (NEW) (Effective January 1, 2010) (a) As used in this 2 section:
- 3 (1) "Hospital" means an institution which is primarily engaged in
- 4 providing, by or under the supervision of physicians, to inpatients (A)
- 5 diagnostic, surgical and therapeutic services for medical diagnosis,
- 6 treatment and care of injured, disabled or sick persons, or (B) medical
- 7 rehabilitation services for the rehabilitation of injured, disabled or sick
- 8 persons, but excluding a residential care home, nursing home, rest
- 9 home or alcohol or drug treatment facility, as defined in section 19a-
- 10 490 of the general statutes;
- 11 (2) "Insurer" means any insurance company, health care center,
- 12 corporation, Lloyd's insurer, fraternal benefit society or any other legal
- 13 entity authorized to provide health care benefits in this state, including
- 14 benefits provided under health insurance, disability insurance,
- 15 workers' compensation and automobile insurance or any person,

provides health care benefits to its employees, or governmental entity

19 that provides medical benefits to Medicare or Medicaid, HUSKY Plan,

Charter Oak Plan or state-administered general assistance recipients;

- (3) "Outpatient surgical facility" (A) means any entity, individual, firm, partnership, corporation, limited liability company or association, other than a hospital, engaged in providing surgical services or diagnostic procedures for human health conditions that include the use of moderate or deep sedation, moderate or deep analgesia or general anesthesia, as such levels of anesthesia are defined from time to time by the American Society of Anesthesiologists, or by such other professional or accrediting entity recognized by the Department of Public Health; and (B) does not include a medical office owned and operated exclusively by a person or persons licensed pursuant to section 20-13 of the general statutes, provided such medical office: (i) Has no operating room or designated surgical area; (ii) bills no facility fees to third-party payors; (iii) administers no deep sedation or general anesthesia; (iv) performs only minor surgical procedures incidental to the work performed in such medical office of the physician or physicians that own and operate such medical office; and (v) uses only light or moderate sedation or analgesia in connection with such incidental minor surgical procedures; and
- (4) "Serious disability" means (A) a physical or mental impairment that substantially limits one or more of the major life activities of an individual, such as seeing, hearing, speaking, walking or breathing, or a loss of bodily function, if such impairment or loss lasts more than seven days or is still present at the time of discharge from an inpatient health care facility, or (B) loss of a body part.
- (b) No hospital or outpatient surgical facility may bill and no insurer shall be required to pay a hospital or outpatient surgical facility for expenses incurred by any underlying procedure or service that

20

21

22

23

24

25

26

27

28

29

30

31

32

33

34

35

36

37

38

39

40

41

42

43

44

45

46

47

- directly results in any of the events specified in subdivisions (1) to (28), 48
- 49 inclusive, of this subsection, or for any expenses incurred for a
- 50 subsequent ameliorative or corrective service or procedure that is
- 51 performed as a result of the events specified in said subdivisions (1) to
- 52 (28):
- 53 (1) Surgery performed on a wrong body part that is not consistent 54 with the documented informed consent for that patient. Such events 55 do not include situations requiring prompt action that occur in the 56 course of surgery or situations whose urgency precludes obtaining
- 57 informed consent;
- 58 (2) Surgery performed on the wrong patient;
- 59 (3) The wrong surgical procedure performed on a patient that is not 60 consistent with the documented informed consent for that patient. 61 Such events do not include situations requiring prompt action that 62 occur in the course of surgery or situations whose urgency precludes
- 63 obtaining informed consent;
- 64 (4) Retention of a foreign object in a patient after surgery or other 65 procedure, excluding objects intentionally implanted as part of a planned intervention and objects present prior to surgery that are 66 67 intentionally retained;
- 68 (5) Death during or immediately after surgery of a normal, healthy 69 patient who has no organic, physiologic, biochemical or psychiatric 70 disturbance whom pathologic and for the processes which the operation is to be performed are localized and do not entail 72 a systemic disturbance;
- 73 (6) Patient death or serious disability associated with the use of 74 contaminated drugs, devices or biologics provided by the hospital or 75 outpatient surgical facility when the contamination is the result of 76 generally detectable contaminants in drugs, devices or biologics 77 regardless of the source of the contamination or the product;

71

- (8) Patient death or serious disability associated with intravascular air embolism that occurs while being cared for in a hospital or outpatient surgical facility, excluding deaths associated with neurosurgical procedures known to present a high risk of intravascular air embolism;
- 88 (9) An infant discharged to the wrong person;
- (10) Patient death or serious disability associated with patient disappearance, excluding events involving adults who have decision-making capacity;
  - (11) Patient suicide or attempted suicide resulting in serious disability while being cared for in a hospital or outpatient surgical facility due to patient actions after admission to the hospital or outpatient surgical facility, excluding deaths resulting from self-inflicted injuries that were the reason for admission to the hospital or outpatient surgical facility;
- 98 (12) Patient death or serious disability associated with a medication 99 error, including, but not limited to, errors involving the wrong drug, 100 the wrong dose, the wrong patient, the wrong time, the wrong rate, the 101 wrong preparation or the wrong route of administration, excluding 102 reasonable differences in clinical judgment on drug selection and dose;
  - (13) Patient death or serious disability associated with a hemolytic reaction due to the administration of ABO or HLA-incompatible blood or blood products;
- 106 (14) Maternal death or serious disability associated with labor or 107 delivery in a low-risk pregnancy while being cared for in a hospital or

83

84

85

86

87

92

93

94

95

96

97

103

104

105

- outpatient surgical facility, including events that occur not later than
- 109 forty-two days from the date of delivery and excluding deaths from
- 110 pulmonary or amniotic fluid embolism, acute fatty liver of pregnancy,
- 111 or cardiomyopathy;
- 112 (15) Patient death or serious disability directly related to
- 113 hypoglycemia, the onset of which occurs while the patient is being
- cared for in a hospital or outpatient surgical facility;
- 115 (16) Death or serious disability, including kernicterus, associated
- 116 with failure to identify and treat hyperbilirubinemia in neonates
- during the first twenty-eight days of life. For the purpose of this
- subdivision, "hyperbilirubinemia" means bilirubin levels greater than
- 119 30 milligrams per deciliter;
- 120 (17) Stage 3 or 4 ulcers acquired after admission to a hospital or
- outpatient surgical facility, excluding progression from stage 2 to stage
- 122 3 if stage 2 was recognized upon admission;
- 123 (18) Patient death or serious disability due to spinal manipulative
- therapy;
- 125 (19) Artificial insemination with the wrong donor sperm or wrong
- 126 egg;
- 127 (20) Patient death or serious disability associated with an electric
- shock while being cared for in a hospital or outpatient surgical facility,
- 129 excluding events involving planned treatments such as electric
- 130 countershock;
- 131 (21) Any incident in which a line designated for oxygen or other gas
- to be delivered to a patient contains the wrong gas or is contaminated
- 133 by toxic substances;
- 134 (22) Patient death or serious disability associated with a burn
- incurred from any source while being cared for in a hospital or
- 136 outpatient surgical facility;

- 137 (23) Patient death or serious disability associated with a fall while 138 being cared for in a hospital or outpatient surgical facility;
- 139 (24) Patient death or serious disability associated with the use or 140 lack of restraints or bedrails while being cared for in a hospital or 141 outpatient surgical facility;
- 142 (25) Any instance of care ordered by or provided by someone 143 impersonating a physician, nurse, pharmacist or other licensed health 144 care provider;
- 145 (26) Abduction of a patient of any age;
- 146 (27) Sexual assault on a patient within or on the grounds of a 147 hospital or outpatient surgical facility; and
- 148 (28) Death or significant injury of a patient or staff member resulting 149 from a physical assault that occurs within or on the grounds of a 150 hospital or outpatient surgical facility.
- 151 (c) No insured individual shall be required by a hospital or 152 outpatient surgical facility to pay for such expenses that an insurer has 153 refused to pay, pursuant to subsection (a) of this section.

This act shall take effect as follows and shall amend the following sections:

Section 1	January 1, 2010	New section

## Statement of Purpose:

To prohibit hospitals and outpatient surgical facilities from billing for reimbursement from insurers for "never" events and any procedures or services required thereafter as a result of the occurrence of the never event.

[Proposed deletions are enclosed in brackets. Proposed additions are indicated by underline, except that when the entire text of a bill or resolution or a section of a bill or resolution is new, it is not underlined.]